

Writer's E-Mail Address: bkeating@gunster.com

May 2, 2022

VIA E-PORTAL

Mr. Adam Teitzman Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: Docket No. 20220004-GU - Natural Gas Conservation Cost Recovery

Dear Mr. Teitzman:

Attached for electronic filing in the above-referenced docket, please find Sebring Gas System, Inc.'s Petition for Approval of Final True Up, along with the Testimony and Exhibit JHM-1 of Jerry Melendy.

Thank you for your assistance with this filing. As always, please don't hesitate to let me know if you have any questions or concerns.

Beth Keating

Sincerely,

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706

MEK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Natural Gas Conservation)	Docket No. 20220004-GU
Cost Recovery Clause.)	
)	Filed: May 2, 2022

PETITION FOR APPROVAL OF CONSERVATION COST RECOVERY TRUE-UP AMOUNT FOR SEBRING GAS SYSTEM, INC.

Sebring Gas System, Inc. ("Sebring" or "Company"), by and through its undersigned counsel, hereby files this petition for approval of the Company's natural gas conservation cost recovery true-up amount related to the twelve-month period ended December 31, 2021. In support of this Petition, the Company states:

1. The Company is a natural gas utility with its principal office located at:

Sebring Gas System, Inc. 3515 U.W. Highway 27 South Sebring, Florida 33870

2. The name and mailing address of the persons authorized to receive notices are:

Beth Keating Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

Jerry H. Melendy, President Sebring Gas System, Inc. 3515 U.W. Highway 27 South Sebring, FL 33870

- 3. Pursuant to the requirements in this docket, Sebring, concurrently with the filing of this petition, is filing the testimony and conservation cost recovery true-up schedules (Exhibit JHM-1) for the period, consisting of the CT schedules and reporting forms supplied by the Commission Staff.
- 4. As indicated in the Testimony and exhibit of Mr. Jerry H. Melendy, for the period January 2021 through December 2021, the Company under-recovered \$25,282 as compared to its previously estimated under-recovery of \$32,386 (adjusted) for the period, resulting in an

Docket No. 20220004-GU

adjusted end of period total true up amount of an over-recovery of \$7,104, as further indicated on Exhibit JHM-1.

WHEREFORE, Sebring Gas System, Inc. respectfully requests that the Commission approve the Company's final natural gas conservation true-up amount for the period January 1, 2021 through December 31, 2021 for inclusion in the calculation of the Company's Conservation Cost Recovery Factors to be applied in 2023.

RESPECTFULLY SUBMITTED this 2nd day of May 2022.

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706

Attorneys for Sebring Gas System, Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Sebring Gas System, Inc.'s Petition for Approval of the Conservation Cost Recovery True-Up Amount in Docket No. 20220004-GU has been furnished by Electronic Mail to the following parties of record this 2nd day of May 2022, along with a copy of the referenced Testimony and Exhibit (JHM-1) of Mr. Melendy:

Florida Public Utilities Company	J. Jeffry Wahlen
Mike Cassel	Malcolm Means
Florida Public Utilities Company	Ausley & McMullen
1750 S 14th Street, Suite 200	P.O. Box 391
Fernandina Beach FL 32034	Tallahassee, FL 32302
mcassel@fpuc.com	jwahlen@ausley.com
	mmeans@ausley.com
Florida Public Service Commission	Office of Public Counsel
Lee Eng Tan	Richard Gentry/Charles Rehwinkel
Matthew Jones	c/o The Florida Legislature
2540 Shumard Oak Boulevard	111 West Madison Street, Room 812
Tallahassee, FL 32399	Tallahassee, FL 32399-1400
ltan@psc.state.fl.us	Gentry.Richard@leg.state.fl.us
majones@psc.state.fl.us	Rehwinkel.charles@leg.state.fl.us
Peoples Gas System	St. Joe Natural Gas Company, Inc.
Paula Brown/Karen Bramley	Mr. Andy Shoaf/Debbie Stitt
Kandi Floyd	P.O. Box 549
P.O. Box 111	Port St. Joe, FL 32457-0549
Tampa, FL 33601-0111	andy@stjoegas.com
regdept@tecoenergy.com	dstitt@stjoegas.com
KLBramley@tecoenergy.com	
Florida City Gas	Sebring Gas System, Inc.
Kurt Howard	Jerry H. Melendy, Jr.
700 Universe Blvd.	3515 U.S. Highway 27 South
Juno Beach, FL 33409	Sebring, FL 33870
Kurt.Howard@fpl.com	jmelendy@floridasbestgas.com
Florida Power & Light Company	
Christopher T. Wright	
700 Universe Boulevard	
Juno Beach, FL 33408	
Christopher.Wright@fpl.com	_
	10 -17/1

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET 20220004-GU

DIRECT TESTIMONY OF

JERRY H. MELENDY

ON BEHALF OF SEBRING GAS SYSTEM, INC.

MAY 2, 2022

		IVIA 1 2, 2022
1	Q.	PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.
2	A.	My name is Jerry H. Melendy. My business address is Sebring Gas System, Inc., 3515
3		U.S. Highway 27 South, Sebring FL 33870
4	Q.	BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?
5	A.	I am President of Sebring Gas System, Inc. (the "Company").
6	Q.	ARE YOU FAMILIAR WITH THE COMPANY'S CURRENT ENERGY
7		CONSERVATION PROGRAMS?
8	A.	Yes.
9	Q.	WHAT IS THE PURPOSE OF YOUR TESTIMONY?
10	A.	My testimony presents data and summaries that describe the planned and actual
11		activities and expenses for the Company's energy conservation programs incurred
12		during the period January 2021 through December 2021. I will also identify the final
13		conservation true-up amount for the above referenced period.
14	Q.	HAVE YOU PREPARED A SUMMARY OF THE COMPANY'S
15		CONSERVATION PROGRAMS AND THE COSTS ASSOCIATED WITH
16		THESE PROGRAMS?
17	A.	Yes. Summaries of the Company's six approved programs for which costs were
18		incurred during the period January 2021 through December 2021 are included in

Schedule CT-6 of Exhibit JHM-1. Included are the Residential New Construction

19

1	Program,	the Residential	Appliance	Replacement	Program.	the Residential	Appliance
	,		1 1	F	~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~	CITO I CODICIONICIONI	* Thbitierior

- 2 Retention Program, Commercial New Construction, Commercial Replacement, and
- 3 Commercial Retention.
- 4 Q. HAVE YOU PREPARED SCHEDULES WHICH SHOW THE
- 5 EXPENDITURES ASSOCIATED WITH THE COMPANY'S ENERGY
- 6 CONSERVATION PROGRAMS FOR THE APPLICABLE PERIOD?
- 7 A. Yes. Exhibit JHM-1 includes schedules CT-1, CT-2 and CT-3 detail the Company's
- 8 actual conservation related expenditures for the period, along with a comparison of the
- 9 actual program costs and true-up to the projected costs and true-up for the period.
- 10 Q. WHAT WAS THE TOTAL COST INCURRED BY THE COMPANY TO
- 11 ADMINISTER ITS SIX CONSERVATION PROGRAMS FOR THE
- 12 TWELVEMONTH PERIOD ENDING DECEMBER 2020?
- As indicated on Schedule CT-2, page 2, of Exhibit JHM-1, the Company's total 2021
- programs costs were \$40,411.
- 15 Q. HAVE YOU PREPARED A SCHEDULE WHICH SHOWS THE VARIANCE
- OF ACTUAL FROM PROJECTED COSTS BY CATEGORIES OF
- 17 EXPENSES?
- 18 A. Yes. Schedule CT-2, page 3, of Exhibit JHM-1, displays these variances.
- 19 Q. WHAT IS THE COMPANY'S FINAL TRUE-UP FOR THE TWELVE
- 20 MONTHS ENDING DECEMBER 2020?
- 21 A. The final true-up amount as shown on Schedule CT-1, of Exhibit JHM-1 is an over
- 22 recovery of \$7,104.
- 23 Q. DOES THIS CONCLUDE YOUR TESTIMONY?
- 24 A. Yes.

SCHEDULE CT-1 PAGE 1 OF 1

Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 1 of 18

ADJUSTED NET TRUE-UP FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021

END OF PERIOD TRUE-UP

PRINCIPLE \$25,254

INTEREST

\$27

\$25,282

LESS PROJECTED TRUE-UP

PRINCIPLE

\$32,387

INTEREST

(\$1)

\$32,386

ADJUSTED NET TRUE-UP

(\$7,104)

SCHEDULE	CT-2
PAGE 1 OF	3

Company:

Sebring Gas System, Inc.

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Exhibit JHM-1

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ANALYSIS OF ENERGY CONSERVATION PROGRAM COSTS ACTUAL VERSUS ESTIMATED

FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021

CAPITAL INVESTMENT	ACTUAL \$0	PROJECTED \$0	<u>DIFFERENCE</u> \$0
PAYROLL & BENEFITS	\$12,414	\$12,234 c-3.2/5	\$180
MATERIALS & SUPPLIES	\$0	\$0	\$0
ADVERTISING	\$0	\$0	\$0
INCENTIVES	\$23,252	\$32,852 c-3.2/5	(\$9,600)
OUTSIDE SERVICES	\$4,745	\$2,022 c-3.2/5	\$2,723
VEHICLE\$	\$0	\$0	\$0
OTHER	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
SUB TOTAL	\$40,411	\$47,108 c-3.2/5	(\$6,697)
PROGRAM REVENUES	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL PROGRAM COSTS	\$40,411	\$47,108 c-3.2/5	(\$6,697)
LESS:			
CONSERVATION REVENUES APPLICABLE TO THE PERIOD	(\$15,159)	(\$14,721) C-3, p.4 line 5	(\$438)
ROUNDING ADJUSTMENTS	<u>\$0</u>	<u>\$0</u>	\$0
TRUE-UP BEFORE INTEREST	\$25,254	\$32,387	(\$7,135)
INTEREST PROVISION	\$27	(\$1) C-3 p 4 line 8	\$28
END OF PERIOD TRUE-UP () REFLECTS OVER-RECOVERY	<u>\$25,282</u> =CT3.2	<u>\$32,386</u>	<u>(\$7,106)</u>

SCHEDULE CT-2 PAGE 2 OF 3

Company: Sebring Gas System, Inc.

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Exhibit JHM-1

Page 3 of 18

Actual Conservation Program Costs per Program FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021

Materials & Outside Capital Payroll & Investment **Benefits** Advertising Incentives <u>Services</u> Program Name Supplies Vehicles Other TOTAL \$0 \$0 \$791 \$0 \$5,010 Program 1: Res. New Home Const. \$2,069 \$2,150 \$0 Program 2: Res. Appliance Replace \$0 \$2,069 \$0 \$0 \$8,900 \$791 \$0 \$0 \$11,760 Program 3: Customer Retention \$0 \$2,069 \$0 \$0 \$3,400 \$791 \$0 \$0 \$6,260 \$2,069 \$0 \$4,000 \$791 \$6,860 Program 4: Comm. New Const. \$0 \$0 \$0 \$0 Program 5: Comm. Appli. Replace \$0 \$2,069 \$0 \$0 \$2,802 \$791 \$0 \$5,662 \$0 Program 6: Comm.Cust. Retention \$2,069 \$0 \$2,000 \$791 \$0 \$4,860 \$0 \$0

TOTAL \$0 \$12,414 \$0 \$0 \$23,252 \$4,745 \$0 \$0 \$40,411

SCHEDULE CT-2 PAGE 3 OF 3

Company: Sebring Gas System, Inc.

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Exhibit JHM-1

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Conservation Costs per Program - Variance Actual Versus Projected FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021

	Capital	Payroll &	Materials &			Outside			
Program Name	<u>Investment</u>	<u>Benefits</u>	Supplies	Advertising	<u>Incentives</u>	<u>Services</u>	<u>Vehicles</u>	<u>Other</u>	TOTAL
Program 1: Res. New Home Const.	\$0	\$30	\$0	\$0	(\$1,950)	\$454	\$0	\$0	(\$1,466)
Program 2: Res. Appliance Replace	\$0	\$30	\$0	\$0	(\$2,000)	\$454	\$0	\$0	(\$1,516)
Program 3: Customer Retention	\$0	\$30	\$0	\$0	\$350	\$454	\$0	\$0	\$834
Program 4: Comm. New Const.	\$0	\$30	\$0	\$0	(\$2,000)	\$454	\$0	\$0	(\$1,516)
Program 5: Comm. Appli. Replace	\$0	\$30	\$0	\$0	(\$2,000)	\$454	\$0	\$0	(\$1,516)
Program 6: Comm.Cust. Retention	\$0	\$30	\$0	\$0	(\$2,000)	\$454	\$0	\$0	(\$1,516)

TOTAL

\$0	\$180	\$0	\$0	(\$9,600)	\$2,723	\$0	\$0	(\$6,697)

SCHEDULE CT-3 PAGE 1 OF 3 Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 5 of 18

Energy conservation Adjustment Calculation of True-Up and Interest Provision Summary of Expenses By program By Month FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021

Program Name	<u>JAN</u>	<u>FEB</u>	MAR	<u>APR</u>	MAY	NUL	<u>JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>oct</u>	NOV	<u>DEC</u>	<u>TOTAL</u>
Program 1: Res. New Home Const.	\$171	\$170	\$969	\$169	\$200	\$277	\$275	\$1,683	\$407	\$314	\$173	\$201	\$5,010
Program 2: Res. Appliance Replace	\$171	\$170	\$4,194	\$169	\$200	\$1,352	\$275	\$1,208	\$407	\$314	\$173	\$3,126	\$11,760
Program 3: Customer Retention	\$171	\$170	\$1,219	\$169	\$200	\$477	\$275	\$433	\$407	\$314	\$173	\$2,251	\$6,260
Program 4 Comm. New Const.	\$171	\$170	\$4,169	\$169	\$200	\$277	\$275	\$333	\$407	\$314	\$173	\$201	\$6,860
Program 5 Comm. Appli. Replace	\$171	\$170	\$1,669	\$169	\$200	\$1,580	\$275	\$333	\$407	\$314	\$173	\$201	\$5,662
Program 6 Comm.Cust. Retention	\$171	\$170	\$2,169	\$169	\$200	\$277	\$275	\$333	\$407	\$314	\$173	\$201	\$4,860

TOTAL

\$1,023 \$1,017 \$14,390 \$1,015 \$1,203 \$4,242 \$1,652 \$4,323 \$2,442 \$1,883 \$1,038 \$6,184 \$40,413

SCHEDULE CT-3 PAGE 2 OF 3 Company: Sebring Gas System, Inc.

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Energy conservation Adjustment Calculation of True-Up and Interest Provision

FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021

Conservation													
Revenues	JAN	FEB	MAR	<u>APR</u>	MAY	NUL	<u> JUL</u>	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	NOV	DEC	<u>TOTAL</u>
1 RCS AUDIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2 PSC REG ASSESS FEE	\$13	\$12	\$13	\$11	\$10	\$11	\$10	\$11	\$10	\$10	\$13	\$12	\$133
3 CONSERV. ADJ. REVS	•	,	•	(\$2,197)		(\$2,115)	(\$1,933)	(\$2,107)	(\$1,958)	(\$1,979)	(\$2,369)	(\$2,334)	(\$26,335)
	(\$2,450)	(\$2,355)	(\$2,556)		(\$1,981)	(\$2,113)	(\$1,933)	(\$2,097)	(\$1,948)	(\$1,969)	(\$2,357)	(\$2,322)	(\$26,202)
4 TOTAL REVENUES	(\$2,437)	(\$2,343)	(\$2,543)	(\$2,186)	(\$1,971)	(\$2,103)	(31,324)	(32,037)	(31,340)	(31,303)	(32,337)	(42,322)	(\$20,202)
5 PRIOR PERIOD TRUE-UP													
NOT APPLICABLE									4	****	4	4000	d
TO THIS PERIOD	\$920	\$920	\$920	\$920	\$920	\$920	\$920	\$920	\$920	\$920	\$920	\$920	\$11,043
6 CONSERVATION REVS													
APPLICABLE TO THIS													
PERIOD	(\$1,517)	(\$1,423)	(\$1,623)	(\$1,265)	(\$1,051)	(\$1,185)	(\$1,003)	(\$1,176)	(\$1,028)	(\$1,049)	(\$1,436)	(\$1,402)	(\$15,159)
7 CONSERVATION EXPS													
(FROM CT-3, PAGE 1)	\$1,023	\$1,017	\$14,390	\$1,015	\$1,203	\$4,242	\$1,652	\$4,323	\$2,442	\$1,883	\$1,038	\$6,184	\$40,413
8 TRUE-UP THIS PERIOD	(\$494)	(\$406)	\$12,767	(\$250)	\$152	\$3,057	\$649	\$3,147	\$1,414	\$834	(\$398)	\$4,782	\$25,254
9 INT. PROV. THIS PERIOD													
(FROM CT-3, PAGE 3)	\$1	\$1	\$1	\$2	\$0	\$2	\$2	\$2	\$2	\$2	\$2	\$9	\$27
10 TRUE-UP & INT. PROV.													
BEGINNING OF MONTH.	\$11,043	\$9,630	\$8,304	\$20,153	\$18,985	\$18,216	\$20,355	\$20,086	\$22,315	\$22,811	\$22,727	\$21,410	
11 PRIOR TRUE-UP													
(COLLECTED) REFUNDED	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	(\$920)	
TOTAL NET TRUE-UP													
12 (SUM LINES 8+9+10+11)	\$0.520	\$8,304	\$20,153	\$18,985	\$18,216	\$20,355	\$20,086	\$22,315	\$22,811	\$22,727	\$21,410	\$25,282	\$25,282
TY (2010) PINE2 8+3+10+11)	\$9,630	⊋0,3∪4	320,133	210,202	210,210	220,333	720,000	ولمدورتمته	744,011	724,121	721,710	74-72-04-	Y

SCHEDULE CT-3 Company: Sebring Gas System, Inc. PAGE 3 OF 3 Docket No. 20220004-GU Exhibit JHM-1 Page 7 of 18 Calculation of True-Up and Interest Provision FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021 Interest Provision APR JUN JUL JAN FEB MAR MAY AUG SEP OCT NOV DEC TOTAL 1 BEGINNING TRUE-UP \$11,043 \$9,630 \$8,304 \$20,153 \$18,985 \$18,216 \$20,355 \$20,086 \$22,315 \$22,811 \$22,727 \$21,410 **ENDING TRUE-UP BEFORE** 2 INTEREST \$9,629 \$20,152 \$18,983 \$8,304 \$18,216 \$20,353 \$20,084 \$22,312 \$22,809 \$22,725 \$21,408 \$25,272 **TOTAL BEGINNING &** 3 ENDING TRUE-UP \$20,672 \$17,933 \$28,456 \$39,136 \$37,201 \$38,569 \$40,439 \$42,398 \$45,123 \$45,535 \$44,135 \$46,683 AVERAGE TRUE-UP 4 (LINE 3 x 50%) \$10,336 \$8,967 \$14,228 \$19,568 \$18,601 \$19,285 \$20,219 \$21,199 \$22,562 \$22,768 \$22,067 \$23,341 INT. RATE - 1ST DAY 5 OF REPORTING MONTH 0.07% 0.06% 0.09% 0.08% 0.09% 0.11% 0.04% 0.08% 0.06% 0.07% 0.08% 0.11% INT. RATE - 1ST DAY 6 OF SUBSEQUENT MONTH 0.09% 0.11% 0.07% 0.04% 0.08% 0.06% 0.06% 0.07% 0.08% 0.08% 0.11% 0.80% 7 TOTAL (LINES 5 + 6) 0.17% 0.17% 0.20% 0.18% 0.11% 0.12% 0.14% 0.12% 0.13% 0.15% 0.19% 0.91% AVG. INT. RATE 8 (LINE 7 x 50%) 0.09% 0.09% 0.10% 0.09% 0.06% 0.06% 0.07% 0.06% 0.07% 0.08% 0.10% 0.46% MONTHLY AVG. 9 INT. RATE 0.01% 0.01% 0.01% 0.01% 0.00% 0.01% 0.01% 0.01% 0.01% 0.01% 0.01% 0.04% 10 INTEREST PROVISION

\$2

\$1

\$0

\$2

\$2

\$2

\$2

\$2

\$2

\$9

\$27

(LINE 4 x LINE 9)

\$1

\$1

SCHEDULE CT-4 PAGE 1 OF 1 Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 8 of 18

SCHEDULE OF CAPITAL INVESTMENT AND RETURN FOR MONTHS: JANUARY 2021 THROUGH DECEMBER 2021

NOT APPLICABLE

BEGINNING OF PERIOD CUMULATIVE INVESTMENT

\$0

LESS: ACCUMULATED DEPRECIATION

<u>\$0</u>

NET INVESTMENT

\$0

<u>DESCRIPTION</u>	JAN	<u>FEB</u>	MAR	<u>APR</u>	MAY	JUN	JUL	<u>AUG</u>	<u>SEP</u>	<u>OCT</u>	NOV	DEC	<u>TOTAL</u>
INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
DEPRECIATION BASE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
DEPRECIATION EXPENSE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CUMULATIVE INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
LESS: ACCUMULATED DEPREC	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
NET INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
AVERAGE INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
RETURN ON AVG INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
RETURN REQUIREMENTS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL DEPRECIATION	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

SCHEDULE CT-5 PAGE 1 OF 1

Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 9 of 18

SEBRING GAS SYSTEM, INC.

Reconciliation and Explanation of differences between Filing and PSC Audit Report for January 2021 through December 2021.

NO DIFFERENCES ARE KNOWN AS OF THE DATE OF THIS FILING

SCHEDULE CT-6 PAGE 1 OF 9

Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 10 of 18

SEBRING GAS SYSTEM, INC.

Program Description and Progress

Program Title:

Residential New Construction

Program Description:

The Residential New Construction Program is designed to increase the overall penetration of natural gas in the single family and multi-family construction residential markets of the Company's service territory by expanding consumer energy options in new homes.

For the period January 1, 2021 through December 31, 2021, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010.

Order No. PSC-10-0551-PAA-EG prescribed the following Residential New Construction Cash Allowances:

Gas Storage Tank Water Heater	\$350
Gas High Efficiency Storage Tanks Water Heater	\$400
Gas Tankless Water Heater	\$550
Gas Heating	\$500
Gas Cooking	\$150
Gas Clothes Drying	\$100

Program Accomplishments:

For the twelve month period January 2021 through December 2021, the amount of incentives paid by the Company was:

\$2,150

The following are the incentives given through the Residential New Construction Program:

3	Tankless water heaters	@	\$550.00	\$1,650.00
2	Gas ranges	@	\$150.00	\$300.00
2	Gas dryers	@	\$100.00	<u>\$200.00</u>
Total				\$2,150.00

SCHEDULE CT-6 PAGE 2 OF 9

Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 11 of 18

Program Fiscal Expenditures:

During 2021 expenditures for the Residential New Construction Program totaled \$5,010

SCHEDULE CT-6 PAGE 3 OF 9

Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 12 of 18

SEBRING GAS SYSTEM, INC. **Program Description and Progress**

Program Title:

Residential Appliance Replacement Program

Program Description:

The Residential Appliance Replacement Program is designed to encourage the replacement of inefficient non-natural gas residential appliances with energy efficient natural gas appliances. Incentives are offered for the replacement of non-natural gas water heating, heating, cooking or clothes drying appliances through the purchase and/or lease of energy efficient natural gas appliances.

For the period January 1, 2021 through December 31, 2021, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010, prescribing the following Residential Appliance Replacement Cash Allowances:

Gas Storage Tank Water Heater	\$500
Gas High Efficiency Storage Tanks Water Heater	\$550
Gas Tankless Water Heater	\$675
Gas Heating	\$725
Gas Cooking	\$200
Gas Clothes Drying	\$150

Program Accomplishments:

For the twelve month period January 2021 through December 2021, the amount of incentives paid by the Company under the Residential Appliance Replacement Program was:

\$8,900

The following are the incentives given through the Residential Appliance Replacement Program:

1	Tank water heaters	@	\$550.00	\$550.00
10	Tankless water heaters	@	\$675.00	\$6,750.00
6	Gas ranges	@	\$200.00	\$1,200.00
2	Gas dryers	@	\$150.00	\$300.00
Total				\$8,800.00

Note: A Range incentive of \$100 was given. It should be in Retention.

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Company: Sebring Gas System, Inc.

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Program Fiscal Expenditures:

During 2021 expenditures for the Resident Appliance Replacement Program totaled \$11,760

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Company: Sebring Gas System, Inc.

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SEBRING GAS SYSTEM, INC. Program Description and Progress

Program Title:

Residential Customer Retention Program

Program Description:

The Company offers the Residential Appliance Retention Program to existing customers to promote the retention of energy efficient appliances and encourage the continued use of natural gas in the home. As an incentive to continue to provide substantial benefits to the customer and utilize our resources effectively this program offers cash allowances to the customer.

For the period January 1, 2021 through December 31, 2021, the Company operated under the terms of Order No. PSC-10-0551-PAA-EG, issued on September 7, 2010, prescribing the following Residential Retention Program Cash Allowances:

Gas Storage Tank Water Heater	\$350
Gas High Efficiency Storage Tanks Water Heater	\$400
Gas Tankless Water Heater	\$550
Gas Heating	\$500
Gas Cooking	\$100
Gas Clothes Drying	\$100

<u>Program Accomplishments:</u>

For the twelve month period January 2021 through December 2021, the amount of incentives paid by the Company under the Residential Appliance Retention Program was:

\$3,400

The following are the incentives given through the Residential New Construction Program:

1	Tank water heater	@	\$400.00	\$400.00
4	Tankless water heaters	@	\$550.00	\$2,200.00
8	Gas ranges	@	\$100.00	\$800.00
	Gas dryers	@	\$100.00	\$0.00
Total				\$3,400.00

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Program Fiscal Expenditures:

During 2021 expenditures for the Resident Appliance Retention Program totaled \$6,260

Company: Sebring Gas System, Inc.

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SEBRING GAS SYSTEM, INC. Program Description and Progress

Program Title:

Commercial New Construction

Program Description:

The Commercial New Construction Conservation Program's purpose is to educate, inform and encourage its commercial customers to build with natural gas. The program is designed to allow Sebring Gas System to provide incentives to new consruction to be used toward the purchase and installation of natural gas appliances for their commercial business.

The Natura Gas Energy Conservation Program was approved by the Florida Public Services Commission in Docket No. 130167-EG on January 14, 2014.

Program Accomplishments:

For the twelve month period January 2021 through December 2021, the amount of incentives paid by the Company under the Commercial New Construction Program was:

\$4,000

The following incentives were given as follows:

\$4,000.00 for the purchase and installation of 2 tankless water heaters, allowing one half of the cost of the and appliances and one half the cost of installation. The amount was less than the maximum of \$5,000.00 allowed incentive.

Program Fiscal Expenditures:

During 2021 expenditures for the Commercial New Construction Program totaled \$6,860

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Company: Sebring Gas System, Inc.
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SEBRING GAS SYSTEM, INC. Program Description and Progress

Program Title:

Commercial Retrofit

Program Description:

The Commercial Retrofit Conservation Program's purpose is to educate, inform and encourage its commercial customers to use natural gas. The program is designed to allow Sebring Gas System to provide incentives to commercial customers to be used toward the purchase and installation of natural gas appliances for their commercial business.

The Natura Gas Energy Conservation Program was approved by the Florida Public Services Commission in Docket No. 130167-EG on January 14, 2014.

Program Accomplishments:

For the twelve month period January 2021 through December 2021, the amount of incentives paid by the Company under the Commercial Retrofit Program was:

\$2,802

The following incentives were given as follows:

Replaced an old gas convection oven with a new gas convection oven.
Replace a gas water heater with a new gas tankless water heater.
Total incentives

\$1,500.00 \$1,302.29 \$2,802.29

Program Fiscal Expenditures:

During 2020 expenditures for the Commercial Retrofit Program totaled \$5,662

Company: Sebring Gas System, Inc.

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Exhibit JHM-1 Page 18 of 18

SEBRING GAS SYSTEM, INC. Program Description and Progress

Program Title:

Commercial Retention

Program Description:

The Commercial Retention Conservation Program's purpose is to educate, inform and encourage its commercial customers to build with natural gas. The program is designed to allow Sebring Gas System to provide incentives to commercial customers to be used toward the and installation of natural gas appliances for their commercial business.

The Natura Gas Energy Conservation Program was approved by the Florida Public Services Commission in Docket No. 130167-EG on January 14, 2014.

Program Accomplishments:

For the twelve month period January 2021 through December 2021, the amount of incentives paid by the Company under the Commercial Retention Program was:

\$2,000

The following incentives were given as follows: Replaced and old gas waterheater with a new gas waterheater.

\$2,000.00

Program Fiscal Expenditures:

During 2021 expenditures for the Commercial Retention Program totaled \$4,860